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*Proposed Attorneys for Debtor*  
Braun Development Group, Inc.

UNITED STATES BANKRUPTCY COURT

CENTRAL DISTRICT OF CALIFORNIA

LOS ANGELES DIVISION

In re ) Case No. 2:14-bk-24711-ER

) Chapter 11

BRAUN DEVELOPMENT GROUP, INC. )

DBA ARTWEAR, )

) **EMERGENCY MOTION FOR ORDER**  
) **PERMITTING INTERIM USE OF CASH**  
) **COLLATERAL; MEMORANDUM OF**  
) **POINTS AND AUTHORITIES;**  
Debtor. ) **DECLARATIONS OF LYNN BRAUN**  
) **AND M. JONATHAN HAYES IN**  
) **SUPPORT THEREOF**

) *(Hearing to be Set by Court)*

**TO THE HONORABLE ERNEST ROBLES, UNITED STATES**

**BANKRUPTCY JUDGE; TO ANY OTHER INTERESTED PARTIES:**

Braun Development Group, Inc. dba Artwear, Debtor herein (the “Debtor”), hereby  
moves the Court, for an order in the above-captioned Chapter 11 case, permitting it to use  
cash collateral on an expedited basis, as set forth herein.

1 The basis for the Motion is that the Debtor must be permitted to use its cash  
2 collateral to pay its payroll and other expenses or it will be forced to shut down its  
3 operations, and creditors will receive nothing.

4 This Motion is made and based on the representations and allegations set forth  
5 within, on the Memorandum of Points and Authorities and the Declarations of Lynn Braun  
6 and M. Jonathan Hayes, and on such other evidence as may be presented to the Court prior  
7 to or at the hearing on this Motion.

8 The Debtor will seek a hearing from the Court as quickly as possible and has filed  
9 an Application for Order Shortening Time concurrently. Parties will be advised when any  
10 opposition may be filed.

11 Dated: August 12, 2014

**SIMON RESNIK HAYES LLP**

12 By: /s/ M. Jonathan Hayes

13 **M. Jonathan Hayes**

14 **Matthew D. Resnik**

15 **Roksana D. Moradi**

16 **Carolyn M. Afari**

17 *Proposed Attorneys for Debtor*  
18 *Braun Development Group, Inc*  
19 *dba Artwear*  
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**MEMORANDUM OF POINTS AND AUTHORITIES**

**I. SUMMARY OF MOTION AND NEED FOR EMERGENCY RELIEF**

Braun Development Group, Inc. dba Artwear (“Braun” or the “Debtor”) is in the business of clothing manufacturing. Its principal place of business is a 53,000 sq. ft. office/warehouse in downtown Los Angeles at 13621 Main Street, Los Angeles, CA 90061 (the “Property”). It has approximately 100 employees and about \$250,000 per month in sales. *It is a profitable business.*

On the morning of July 31, 2014, Braun was locked out of the Property by the Los Angeles Sheriff pursuant to a Writ of Possession obtained by its landlord, Triple Green, LLC (the “Landlord”). The Debtor filed this Chapter 11 petition at about 4:30 p.m. the same day. All of Debtor’s personal property, including fabric, samples, equipment, large machinery, and all of its computers, books and records, and other various property, were locked in the Property. The Debtor would not have filed this petition but for the lockout.

The Debtor sought immediate relief from the Court seeking to regain permission to the Property so that it could continue its operations. The Debtor filed an emergency Motion for Turnover and an Application for Order Shortening Time. The Court set an expedited hearing for Wednesday, August 6, 2014. The Debtor and its Landlord entered into a Stipulation permitting re-entry into the Property until October 1, 2014. The Debtor was able to re-enter the Property later that day and is back in business.

The Debtor’s management has found a suitable location to which it can move over the next sixty (60) days. It will begin the moving process on or about September 1, 2014.

By this Emergency Motion, the Debtor seeks permission to use cash collateral on an interim basis for two (2) to three (3) weeks until the Court can set a hearing on regular notice.

**II. STATEMENT OF FACTS**

Debtor filed this case on July 31, 2014. The Debtor is a California Corporation which is engaged in the business of manufacturing knit wear for large box and retail stores.

The Debtor is owned by four (4) individuals each of which own 25% of the corporation.

Lynn Braun is the president and 25% shareholder of the corporation.

The Debtor has the following secured debts:

Wells Fargo Bank (SBA Loan)	\$170,000
Wells Fargo Bank (Line of Credit)	\$50,000
Community Bank	\$77,000
Global Trading Partners, Inc.	\$0 (paid)
Briar Capital, LP	\$0 (paid)
Corporation Service Company	\$0 (paid)
On Deck (Line of Credit)	\$130,000

The creditors are listed above in their priority. The Debtor is not certain at this point that each of the above creditors have liens on cash collateral except as to the Wells Fargo SBA loan. That loan began at \$570,000 in 2007 and has been paid down to approximately \$170,000 on the Petition Date. The Community Bank loan was a line of credit which has not been used since approximately 2012.

The Debtor owned the following cash collateral assets on the Petition Date, with approximate values:

Bank Accounts	\$10,000
Accounts Receivable	\$180,000 (face amount \$200,000 estimated to be approx. 90% collectible)
Work-in-Process	\$125,000 (as is – estimated value upon completion of the work - \$250,000)
<b>Total</b>	<b>\$315,000</b>

The Debtor has approximately \$100,000 in machinery and equipment including office furniture. It owns goodwill with an unknown value. It has a claim against a former attorney of unknown value, a trademark and customer list with minimal value, and a Toyota truck worth about \$12,000.

1 The Debtor has \$300,000 of pending orders in hand, which will need to be filled in  
2 the next thirty (30) days, and approximately \$1,000,000 of anticipated orders which will be  
3 needed to be filled in the next ninety (90) days.

4 The Debtor will quickly propose a Chapter 11 Plan of Reorganization, by which the  
5 Debtor will reorganize its debts and pay the value of its assets to its unsecured creditors.

6 *Historically, the Debtor has been a viable and successful company. The Debtor's*  
7 *sales are approximately \$3.5 million, and gross monthly sales of approximately \$250,000 –*  
8 *\$300,000. The Debtor has approximately 100+ employees.*

### 9 **III. PROPOSED USE OF CASH COLLATERAL**

10 The Debtor believes that its cash, accounts receivable and work-in-process  
11 constitute cash collateral pursuant to §363(a) of the Bankruptcy Code. The Debtor  
12 proposes that it use the cash collateral in the bank on the Petition Date to pay the allowed  
13 expenses pursuant to the Debtor's budget attached hereto. The Debtor believes that the  
14 expenses described in **Exhibit "A"** (the "Budget") represent those expenses that the  
15 Debtor must pay in the remainder of August 2014 in order to maintain its business  
16 operations.

17 Although the Budget represents the Debtor's best estimate of the necessary expenses  
18 associated with the business, the needs of the business may fluctuate. Therefore, the  
19 Debtor requests Court authority to deviate from the total expenses contained in the budget  
20 by no more than 10% and to deviate by category (provided the Debtor does not pay any  
21 expenses outside any of the approved categories) without the need for further Court order.

22 In order to continue the operation of the business, the Debtor must be authorized to  
23 use cash collateral to pay the ordinary and necessary operating expenses. If the Debtor's  
24 ability to use cash collateral is interrupted, the Debtor will be unable to pay the necessary  
25 payroll, truck rental, fuel costs, rent and other necessary costs. The Debtor's business, and  
26 the Debtor's prospects for a successful reorganization, would be significantly harmed.

**IV. ADEQUATE PROTECTION**

1 The Debtor believes that the secured creditors are adequately protected by the value  
2 of the other assets of the business including the orders which have yet to be filled. The  
3 Debtor proposes that it be authorized to use the cash collateral for the purpose of paying  
4 the reasonable, necessary and ordinary expenses of operating the business which accrue  
5 from and after the petition date. No expenditure will be made in excess of any line item on  
6 **Exhibit "A"** attached hereto, without the express written consent of Wells Fargo Bank in  
7 advance unless such expenditure is an emergency and then the Debtor shall notify Wells  
8 Fargo Bank of the expenditure immediately.

9 The Debtor proposes to pay Wells Fargo Bank (SBA Loan) \$3,000 each month,  
10 beginning September 1, 2014; payments to be due by the first or each month and late on  
11 the 15<sup>th</sup>.

12 The Debtor proposes that the secured creditors receive a postpetition replacement  
13 lien on all of its cash, accounts receivable and inventory up to the value of the cash  
14 collateral actually used postpetition, in the same order of seniority as the creditors are in  
15 now.

16 If at any time the Debtor violates any provision of the Cash Collateral Order, any  
17 secured creditor may give written notice of such the default to Debtor's counsel. If the  
18 Debtor fails to cure the default within the seven (7) days of said notice, the Secured Creditor  
19 shall be entitled to a hearing requesting relief from the automatic stay pursuant to 11  
20 U.S.C. § 362 on an expedited basis.

21 The Debtor will continue to be bound by the terms and conditions set forth in the  
22 prepetition agreements except as specifically modified herein. This shall not constitute a  
23 modification of the liens granted to any of the secured creditors by the Debtor pursuant to  
24 the various agreements between the parties and various perfection documents.

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**V. DISCUSSION**

**A. The Court Should Authorize The Debtor's Use of the Cash Collateral.**

As a general matter, a debtor-in-possession is permitted to use property of the estate in the ordinary course of business without the need for notice or a hearing. 11 U.S.C. Section 363(c)(1). However, a debtor's use of cash collateral is an exception to this general rule. Section 363(c)(2) provides in pertinent part:

"The [debtor in possession] may not use, sell, or lease cash collateral ... unless

(A) each entity that has an interest in such cash collateral consents; or

(B) the court, after notice and a hearing, authorizes such use, sale or lease in accordance with the provisions of this section."

11 U.S.C. Section 363(c)(2).

Courts have consistently held that it is appropriate for a Chapter 11 debtor to use a secured creditor's cash collateral for a reasonable period of time for the purpose of maintaining and operating its property. See *MBank Dallas, N.A. v. O'Connor* (*In re O'Connor*), 808 F.2d 1393, 1397 (10th Cir. 1987). In addition, where, as here, the debtor is operating a business, it is extremely important that use of cash collateral be allowed in order to facilitate the goal of reorganization: "the purpose of Chapter 11 is to rehabilitate debtors and generally access to cash collateral is necessary to operate a business." *In re Dynaco Corporation*, 162 B.R. 389, 394 (Bankr. D.N.H. 1993), quoting *In re Stein*, 19 B.R. 458, 459 (Bankr. E.D. Pa. 1982).

As set forth above, if the Debtor's access to the cash collateral is interrupted for even a brief period of time, the consequences would be disastrous for the unsecured creditors of the estate. The Debtor would be unable to operate and preserve the business. The employees would leave and the business would shut down making its value zero. As such, the Debtor has determined that it would be in the overwhelming best interests of the

estate and its creditors to use the cash collateral to continue to operate and maintain its  
business.

**B. The Secured Creditor's Interests are Adequately Protected by the  
Remainder of the Assets of the Business Including the Pending Orders,  
and by the Continued Operations of the Business.**

Pursuant to §363(c)(2), the Court may authorize the debtor to use a secured  
creditor's cash collateral if the Court determines that the secured creditor is adequately  
protected. *Pistole v. Mellor (In re Mellor)*, 734 F.2d 1396, 1400 (9th Cir. 1984). See also  
*O'Connor, supra*, 808 F.2d at 1398; *McCombs Properties VI, Ltd. v. First Texas Savings*  
*Association (In re McCombs Properties VI, Ltd.)*, 88 B.R. 261, 265 (Bankr. C.D. Cal.  
1988). In ordinary circumstances, a secured creditor is to be protected against a decrease  
in value which directly affects the secured creditor's interest in its collateral. See *United*  
*Savings Association of Texas v. Timbers of Inwood Forest Associates, Ltd.*, 484 U.S. 365,  
108 S.Ct. 626, 630, (1988); Section 506(a) of the Bankruptcy Code "limit[s] the secured  
status of a creditor (i.e., the secured creditor's claim) to the lesser of the [allowed amount  
of the] claim or the value of the collateral." *McCombs, supra*, 88 B.R. at 266.

As a general rule, a debtor may use cash collateral where such use would enhance  
or preserve the value of the collateral. *In re Stein, supra*, 19 B.R. at 460; see also  
*McCombs, supra*, 88 B.R. at 267. The Debtor intends to use the cash collateral to operate  
and preserve the business as is set forth in **Exhibit "A."** The use of cash collateral is  
essential to continue the ordinary maintenance and operations of the business. Without the  
use of the cash collateral, the Debtor will be unable to pay the payroll, rent, insurance,  
taxes and other necessary expenses. As such, unless the Debtor is permitted to use the  
cash collateral, the value of the business will fail immediately.

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**C. In Determining Adequate Protection, The Court Should Promote  
Reorganization.**

In determining adequate protection, Courts have stressed the importance of promoting a debtor's reorganization. In *In re O'Connor*, supra, the Tenth Circuit stated:

"In this case, Debtors, in the midst of a Chapter 11 proceeding, have proposed to deal with cash collateral for the purpose of enhancing the prospects of reorganization. This quest is the ultimate goal of Chapter 11. Hence, the Debtor's efforts are not only to be encouraged, but also their efforts during the administration of the proceeding are to be measured in light of that quest. Because the ultimate benefit to be achieved by a successful reorganization inures to all the creditors of the estate, a fair opportunity must be given to the Debtors to achieve that end. Thus, while interests of the secured creditor whose property rights are of concern to the court, the interests of all other creditors also have bearing upon the question of whether use of cash collateral shall be permitted during the early stages of administration."

808 F.2d at 1937.

In order to promote Debtor's reorganization, the Court should grant the relief requested herein. The Debtor has demonstrated herein that the use of the cash collateral as proposed by the Debtor will preserve the business for the benefit of this estate and the creditors. Indeed, a successful reorganization depends upon the use of cash collateral as proposed herein.

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**V. CONCLUSION**

**WHEREFORE**, the Debtor respectfully requests that the Court enter an order authorizing it to use the cash collateral on the terms and conditions described in the Motion and the exhibits thereto and granting such other and further relief as is just and proper under the circumstances.

Dated: August 12, 2014

**SIMON RESNIK HAYES LLP**

**By: /s/ M. Jonathan Hayes**

**M. Jonathan Hayes**  
**Matthew D. Resnik**  
**Roksana D. Moradi**  
**Carolyn M. Afari**  
*Proposed Attorneys for Debtor*  
Braun Development Group, Inc.  
Dba Artwear

**DECLARATION OF LYNN BRAUN**

1  
2 I, Lynn Braun, declare as follows:

3 1. I am the President of the Debtor herein, Braun Development Group, Inc. dba  
4 Artwear ("Braun" or the "Debtor"). I have personal knowledge of the facts set forth  
5 herein, and if called as a witness, I could and would testify competently with respect  
6 thereto. Where facts are alleged upon information and belief, I believe them to be true.

7 2. The Debtor is a California Corporation which is engaged in the business of  
8 manufacturing knit wear for large box and retail stores, essentially clothing manufacturing.  
9 The Debtor is owned by four (4) individuals each of which own 25% of the corporation. I  
10 am the president and 25% shareholder of the corporation.

11 3. Its principal place of business is a 53,000 sq. ft. office/warehouse in  
12 downtown Los Angeles at 13621 Main Street, Los Angeles, CA 90061 (the "Property"). It  
13 has approximately 100 employees and about \$250,000 per month in sales. *It is a*  
14 *profitable business.*

15 4. *Historically, the Debtor has been a viable and successful company. The*  
16 *Debtor's sales are approximately \$3.5 million, and gross monthly sales of approximately*  
17 *\$250,000 – \$300,000.*

18 5. On the morning of July 31, 2014, the Debtor was locked out of the Property  
19 by the Los Angeles Sheriff pursuant to a Writ of Possession obtained by its landlord,  
20 Triple Green, LLC (the "Landlord"). The Debtor filed this Chapter 11 petition at about  
21 4:30 p.m. the same day. All of Debtor's personal property, including fabric, samples,  
22 equipment, large machinery, and all of its computers, books and records, and other various  
23 property, were locked in the Property. The Debtor would not have filed this petition but  
24 for the lockout.

25 6. The Debtor sought immediate relief from the Court seeking to regain  
26 permission to the Property so that it could continue its operations. The Debtor filed an  
27 emergency Motion for Turnover and an Application for Order Shortening Time. The  
28 Court set an expedited hearing for Wednesday, August 6, 2014. The Debtor and its

Landlord entered into a Stipulation permitting re-entry into the Property until October 1, 2014. The Debtor was able to re-enter the Property later that day and is back in business.

7. I have found a suitable location to which the Debtor can move over the next sixty (60) days. It will begin the moving process on or about September 1, 2014.

8. The Debtor has the following secured debts:

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Wells Fargo Bank (Line of Credit)	\$50,000
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Briar Capital, LP	\$0 (paid)
Corporation Service Company	\$0 (paid)
On Deck (Line of Credit)	\$130,000

9. The creditors are listed above in their priority. The Debtor is not certain at this point that each of the above creditors have liens on cash collateral except as to the Wells Fargo SBA loan. That loan began at \$570,000 in 2007 and has been paid down to approximately \$170,000 on the Petition Date. The Community Bank loan was a line of credit which has not been used since approximately 2012.

10. The Debtor owned the following cash collateral assets on the Petition Date, with approximate values:

Bank Accounts	\$10,000
Accounts Receivable	\$180,000 (face amount \$200,000 estimated to be approx. 90% collectible)
Work-in-Process	\$125,000 (as is – estimated value upon completion of the work - \$250,000)
<b>Total</b>	<b>\$315,000</b>

11. The Debtor has approximately \$100,000 in machinery and equipment including office furniture. It owns goodwill with an unknown value. It has a claim against

1 a former attorney of unknown value, a trademark and customer list with minimal value,  
2 and a Toyota truck worth about \$12,000.

3 12. The Debtor has \$300,000 of pending orders in hand, which will need to be  
4 filled in the next thirty (30) days, and approximately \$1,000,000 of anticipated orders  
5 which will be needed to be filled in the next ninety (90) days.

6 13. The Debtor believes that the expenses described in **Exhibit "A"** (the  
7 "Budget") represent those expenses that the Debtor must pay in the remainder of August  
8 2014 in order to maintain its business operations.

9 14. In order to continue the operation of the business, the Debtor must be  
10 authorized to use cash collateral to pay the ordinary and necessary operating expenses. If  
11 the Debtor's ability to use cash collateral is interrupted, the Debtor will be unable to pay  
12 the necessary payroll, truck rental, fuel costs, rent and other necessary costs. The Debtor's  
13 business, and the Debtor's prospects for a successful reorganization, would be significantly  
14 harmed.

15 I declare under penalty of perjury under the laws of the United States of America  
16 that the foregoing is true and correct.

17  
18 Executed on this Tuesday, August 12, 2014, at Los Angeles, California.

19  
20 /s/ Lynn Braun  
21 **Lynn Braun**  
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**DECLARATION OF M. JONATHAN HAYES**

1  
2 I, M. Jonathan Hayes, declare as follows:

3  
4 1. I am an attorney at law licensed in the State of California and authorized to  
5 practice before the District Courts in the Central District of California, and before this  
6 Court. I am over the age of eighteen (18). I have personal knowledge of the facts set forth  
7 herein, and if called as a witness, I could and would testify competently with respect  
8 thereto. Where facts are alleged upon information and belief, I believe them to be true. I  
9 am counsel for the Debtor herein.

10 2. The basis for this Motion is that the Debtor must be permitted to use its cash  
11 collateral to pay its payroll and other expenses or it will be forced to shut down its  
12 operations, and creditors will receive nothing. As such, Debtor seeks a hearing from the  
13 Court as quickly as possible and has filed an Application for Order Shortening Time  
14 concurrently.

15  
16 I declare under penalty of perjury under the laws of the United States of America  
17 that the foregoing is true and correct.

18  
19 Executed on this Tuesday, August 12, 2014, at Los Angeles, California.

20  
21 /s/ M. Jonathan Hayes  
22 **M. Jonathan Hayes**  
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**EXHIBIT A**

Braun Development Group Inc. dba Artwear		
Artwear		
2014-2 month budget		
	August	September
Total Income (collections)	<u>200,000</u>	<u>260,000</u>
Cost of Goods Sold		
Materials		
Fabric	34,347	20,000
Treatment Materials-Sublimation	3,000	3,000
lace-Klauber	1,761	500
Freight In		
Labor		
Salary-Production	3,300	3,300
Hourly-Production	44,679	44,679
Piecework-Production	21,916	21,916
Outside Services		
Prod Expenses		
Sewing Supplies	1,106	1,106
Design Supplies	330	330
Labels & hangtags	0	0
Other Factory Supplies	1,789	1,788
Line Samples	584	584
Contract Labor	0	0
Power & Electricity	2,600	2,600
Natural Gas	1,895	1,895
Water	1,561	1,561
Sewerage	360	360
Printing Supplies	703	703
Shipping Supplies	380	380
R & M - Fac. Mach. & Equip.	832	832
Other Factory Supplies	<u>750</u>	<u>750</u>
Total Cost of Goods Sold	<u>121,892</u>	<u>106,284</u>
Gross Profit		
Expenses		
General & Administrative		
Rent-Factory Building	paid	20,000
General Liability Insurance	188	188
Depreciation-Fac.Mach.&Equip.		
Payroll Tax Expenses	7,785	7,785
Worker's Compensation Ins.	5,117	5,117
Property Insurance	617	617
Auto Insurance	88	88
Life Insurance	31	31
Medical Insurance	0	3,048
Medical Services	225	225



Salaries-Administration	1,726	1,726	
Legal and Professional Fees	1,800	10,000	
Trash&Landscaping Maintenance	370	370	
R & M - Company Vehicles	82	82	
Gas & Oil	278	278	
R & M - Office Mach.&Equip.	250	250	
Telephone, Fax, and Internet	925	925	
Lease Expense			
Office Supplies	500	500	
Kitchen,Bath&Other Fctry.Supp.	533	533	
Reg.,License,Permits & Dues			
Property Tax	358	358	
Business Tax	250	250	
Franchise Tax	139	139	
Alarm & Security Devices	385	385	
Interest on Loan - BDG (WF)	on hold	on hold	
photo shoot expenses	3,220		
Selling, Shipping and Warehouse			
Advertising&Publications	300	300	
Travelling Expenses	650	650	
Showroom Expenses	0		
Freight Out	725	725	
EDI Fees	29	29	
Sales Commissisons	3,958	3,958	
total	30,528	55,508	
Other Charges			
Deposit on new building	20,000		August
Moving expenses *est.		30,000	Sept
total	20,000	30,000	
Other Income / Expense			
Other Expense			
Salaries-Officers	16,000	16,000	
Franchise Tax	139	139	
Total Other Expense	16,139	16,139	
total Expenses	188,569	207,931	

**PROOF OF SERVICE OF DOCUMENT**

I am over the age of 18 and not a party to this bankruptcy case or adversary proceeding.  
My business address is: **15233 Ventura Blvd., Suite 250, Sherman Oaks, CA 91403.**

A true and correct copy of the foregoing document entitled **EMERGENCY MOTION FOR ORDER PERMITTING INTERIM USE OF CASH COLLATERAL; MEMORANDUM OF POINTS AND AUTHORITIES; DECLARATIONS OF LYNN BRAUN AND M. JONATHAN HAYES IN SUPPORT THEREOF** will be served or was served (a) on the judge in chambers in the form and manner required by LBR 5005-2(d); and (b) in the manner indicated below:

**I. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING ("NEF")** – Pursuant to controlling General Order(s) and Local Bankruptcy Rule(s)

("LBR"), the foregoing document will be served by the court via NEF and hyperlink to the document. On **8/12/2014** I checked the CM/ECF docket for this bankruptcy case or adversary proceeding and determined that the following person(s) are on the Electronic Mail Notice List to receive NEF transmission at the email address(es) indicated below:

- **M Jonathan Hayes** jhayes@srhlawfirm.com, roksana@srhlawfirm.com; carolyn@srhlawfirm.com; matthew@srhlawfirm.com; rosarioz@srhlawfirm.com; jfisher@srhlawfirm.com; anastasia@srhlawfirm.com; maria@srhlawfirm.com; staci@srhlawfirm.com; jhayesecf@gmail.com
- **United States Trustee (LA)** ustpreion16.la.ecf@usdoj.gov
- **Hatty K Yip** hatty.yip@usdoj.gov, Kenneth.G.Lau@usdoj.gov, dare.law@usdoj.gov, queenie.k.ng@usdoj.gov, alvin.p.mar@usdoj.gov, kelly.l.morrison@usdoj.gov, melanie.green@usdoj.gov

☐ Service information continued on attached page

**II. SERVED BY U.S. MAIL:** On **8/12/2014** I served the following person(s) and/or entity(ies) at the last known address(es) in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States Mail, first class, postage prepaid, and addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.

**Braun Devel. Group, Inc.**  
**dba Artwear**  
**21 Fayence**  
**Newport Coast, CA 92657**

**ALL CREDITORS:**

**Azitex Trading Co**  
**1850 E. 15th Street**  
**Los Angeles, CA 90021**

**Bemobil Apparel**  
**16142 Windemier Lane**  
**Huntington Beach, CA 92647**

**BRIAR CAPITAL**  
**1500 CITYWEST BLVD.**  
**HOUSTON, TX 77042**

**CORP. SERVICE CO.**  
**POB 2576**  
**SPRINGFIELD, IL 62708**

**Community Bank**  
**790 E. Colorado Blvd**  
**Pasadena, CA 91101**

**COMMUNITY BANK**  
**505 EAST COLORADO BLVD.**  
**PASADENA, CA 91101**

**Dijulio Law Group**  
**A Law Corp**  
**330 N. Brand Blvd., Ste 702**  
**Glendale, CA 91203**

**GLOBAL TRADING PARTNERS, INC.**  
**152 CEDROS AVE.**  
**SOLANO BEACH, CA 92075**

**Komar Alliance**  
**6900 Washington Blvd.**  
**Montebello, CA 90640**

**Nu-Way Water Conditioning, Inc.**  
**1244 W 9th Street**  
**Upland, CA 91786**

**On Deck**  
**901 Stuart Street**  
**Arlington, VA 22203**

**Roger E. Naghash, Esq.**  
**19900 MacArthur Blvd., Ste. 1150**  
**Irvine, CA 92612**

**Royal Packaging**  
**12637 Hoover Street**  
**Garden Grove, CA 92841**

**SG Knits**  
**112 E. 35th Street**  
**Los Angeles, CA 90011**

**Smark Company**  
**8636 Otis Street**  
**South Gate, CA 90280**

**Textile Brokers Co.**

☐ Service information continued on attached page

**III. SERVED BY PERSONAL DELIVERY, OVERNIGHT MAIL, FACSIMILE TRANSMISSION OR EMAIL** (indicate method for each person or entity served):

Pursuant to F.R.Civ.P. 5 and/or controlling LBR, on **8/12/2014** I served the following person(s) and/or entity(ies) by personal delivery, overnight mail service, or (for those who consented in writing to such service method), by facsimile transmission and/or email as follows. Listing the judge here constitutes a declaration that personal delivery on the judge will be completed no later than 24 hours after the document is filed.

**(Personal Delivery)**

**Hon. Ernest M. Robles**  
**U.S. Bankruptcy Court**  
**Central District – LA Branch**  
**255 E. Temple Street, Suite 1560**  
**Los Angeles, CA 90012**

☐ Service information continued on attached page

I declare under penalty of perjury under the laws of the United States of America that the foregoing is true and correct.

**8/12/2014**  
*Date*

**Ja’Nita Fisher**  
*Type Name*

**/s/ Ja’Nita Fisher**  
*Signature*